CC TO JUDGE or bit that I mailed a copy of the 1 Judge Rothstein to making document to which this ENTERED conflicts o is attached, to the atternays of 2 5th as at Nov. 1987 L.. LD LOCGED 3 UNITED STATES ATTORNE NOV 0 5 1987 4 FILED CLERK US DISTRICT COURT
WESTERN DISTRICT OF WASHINGTON LODGED 5 RECEIVED 6 JAN 29 1988 7 UNITED STATES DISTRICT COURT ON DOCKET CLERK U.S. DISTRICT COURT WESTERN DISTRICT OF WASHINGTON WESTERN DISTRICT OF MASHINGTON 8 AT SEATTLE FEB - 1 1988 9 By Deputy UNITED STATES OF AMERICA. 10 Plaintiff, NO. C85-382R 11 and 12 STATE OF WASHINGTON, DEPARTMENT 13 OF ECOLOGY, Plaintiff in 14 CONSENT DECREE Intervention, 15 16 MARINE POWER AND EQUIPMENT COMPANY 17 INC., and WFI INDUSTRIES, INC., MAR 0 31988 18 Defendants. OFFICE OF REGIONAL COUNSEL FPA - REGION X 19

WHEREAS, the United States of America ("United States"), on behalf of the Administrator of the United States Environmental Protection Agency ("EPA"), filed a Complaint in this case on March 8, 1985, under Section 301(a) of the Clean Water Act, 33 U.S.C. § 1311(a), and the Refuse Act, 33 U.S.C. § 407, alleging that the defendants illegally discharged pollutants and refuse

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CONSENT DECREE -

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from ship repair facilities into the Duwamish River and Lake Union in Seattle, Washington; and

WHEREAS, the State of Washington Department of Ecology ("Ecology"), as plaintiff in intervention, has alleged that defendants have violated Section 301(a) of the Clean Water Act, 33 U.S.C. § 1311(a), the Refuse Act, 33 U.S.C. § 407, and RCW 90.48.080 and 90.48.160; and

WHEREAS, the United States and the State of Washington and the defendants agree that the defendants shall not discharge without a permit into the Duwamish River and Lake Union spent sandblasting abrasives, chipped paint, rust and other debris and shall conduct all of their operations at their Duwamish River and Lake Union facilities in compliance with the Clean Water Act and the Refuse Act; and

WHEREAS, defendants have received from Ecology the required National Pollutant Discharge Elimination System ("NPDES") permit;

WHEREAS, defendants have been assessed a fine of Two Hundred Thousand Dollars (\$200,000.00) in a related criminal matter, namely, United States of America v. Richard C. Woeck, et al., CR86-128D; and

WHEREAS, the defendants agree to remove and dispose of the spent sandblasting abrasives, chipped paint, rust, and other debris which has accumulated beneath their drydock at the Lake Union facility; and

WHEREAS, defendants are debtors in possession as defined by Title 11 of the United States Code and are subject to the

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jurisdiction of the United States Bankruptcy Court for the Western District of Washington ("Bankruptcy Court") and the scrutiny of all their creditors; and

WHEREAS, both plaintiffs and the defendants recognize that the public interest is best served by the entry of this Consent Decree and this settlement avoids difficult and expensive litigation; and

WHEREAS, the plaintiffs and the defendants, by their undersigned representatives, have each agreed to the making of this Consent Decree:

NOW, THEREFORE, it is Ordered as follows:

Ι

JURISDICTION

This Court has subject matter jurisdiction over this matter and personal jurisdiction over the signatories consenting hereto. Each signatory submits itself to the jurisdiction of the Court for all matters relating to this Consent Decree.

II

PARTIES BOUND

This Consent Decree shall apply to and be binding upon the signatories, their successors and assigns. The undersigned representative of each party certifies that he or she is fully authorized to enter into the terms and conditions of this Consent Decree and to execute and legally bind such party to this

document. Defendants shall, within five (5) days of the entry of this Consent Decree, attach a copy of this Consent Decree to the deed to the Lake Union and Duwamish River facilities and real property which are the subjects of the Complaint in this case.

Upon the termination of the Consent Decree, the Consent Decree shall be removed from the deeds.

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III

EFFECT OF PERMITS

The defendants shall operate their Duwamish River and Lake Union facilities in compliance with the applicable NPDES permits issued by Ecology.

IV

REMOVAL AND DISPOSAL OF POLLUTANTS

The defendants shall remove from beneath and near the Lake
Union facilities the spent sandblasting debris and any other
pollutants which emanated from defendants' facility ("debris")
and are resting on the bottom of Lake Union. Removal procedures
shall be designed to minimize contact of the debris with the
surrounding water. Removal and disposal shall be carried out in
a manner consistent with all applicable local, state, and federal
laws and regulations. The work shall be completed according to
the following schedule:

A. No later than thirty (30) days after entry of the Consent Decree, defendants shall establish, based on soundings or

other methods, the physical extent of the deposited debris at the Lake Union site. Defendants shall provide a chart of the Lake Union facility showing the areas covered by the sandblasting debris to a depth of one (1) inch or more and indicating topographically the probable depths throughout such areas.

- B. Not later than sixty (60) days after entry of the Consent Decree, defendants shall establish, based on corings or other methods, the physical and chemical characteristics of the debris as those characteristics relate to the efficacy of various removal methods, including, but not limited to, "open bucket" dredging and vacuum dredging, the necessity and utility of silt curtains, or other protective measures, and of various disposal methods including, but not limited to, landfilling.
- C. No later than ninety (90) days after entry of the Consent Decree, defendants shall evaluate various methods of removal and disposal to determine both the efficacy and probable costs. Not later than one hundred and twenty (120) days after entry of the Consent Decree, defendants shall identify the methods to be employed and shall prepare and submit to EPA and Ecology a removal and disposal plan which reflects the findings of the foregoing evaluations. The plan shall identify all necessary permits or approvals needed to commence the work and shall include a detailed time schedule for completion.
- D. Not later than thirty (30) days after approval of the plan by EPA and Ecology, defendants shall submit to the appropriate authorities with copies to EPA and Ecology complete

applications for any necessary permits, approvals, or authorizations (e.g., CWA Section 404 Dredge and Fill permits, Washington Department of Fisheries Hydraulic Improvement permits, shoreline management permits, county/local disposal permits, etc.). If EPA and Ecology disapprove of defendants' removal and disposal plan, defendants shall submit a revised plan addressing the deficiencies stated in the written notice of disapproval or in any decision issued by the Court pursuant to Paragraph VII of this Consent Decree. The revised plan shall be submitted within sixty (60) days of the notice of disapproval or the decision of the Court.

- E. Not later than fifteen (15) days after receipt of the necessary permits, approvals, or authorizations, defendants shall call for bids for removal and disposal pursuant to the approved plan. Defendants shall immediately notify EPA and Ecology of the receipt of each such permit, approval, or authorization.
- F. Not later than one hundred fifty (150) days after the call for bids in subparagraph IV.E above, defendants shall complete all activities in the approved plan.
- G. Not later than sixty (60) days after completion of the approved plan, defendants shall conduct a survey to assure not less than ninety percent (90%) removal of the debris and submit a full report on the removal and disposal of the debris, including the results of this survey, to EPA and Ecology. All reports, plans, approvals, disapprovals, and other documents to be submitted pursuant to this Decree shall be sent to designated

Project Coordinators. EPA, Ecology, and defendants shall each designate one Project Coordinator and shall promptly inform the other parties of that designation. All communications and correspondence concerning the activities performed pursuant to this Consent Decree shall be directed through the Project Coordinators.

V

STIPULATED PENALTIES

Defendants agree to pay stipulated penalties of: (1) Five Hundred Dollars (\$500) for each day of delay in meeting the dates specified in subparagraphs IV.A, B, C, D, and G, above; and (2) Two Thousand Dollars (\$2,000.00) for each day of delay in meeting the dates specified in subparagraphs IV.E and F. Payment of stipulated penalties are subject to approval by the Bankruptcy Court. The defendants shall seek such approval within thirty (30) days of a violation and shall pay the penalties within thirty (30) days of such approval by cashier's or certified check made payable to the Treasurer of the United States of America and delivered to the Office of the United States Attorney for the Western District of Washington.

VI

ACCESS

Until the termination of this Consent Decree, EPA and Ecology or their contractors shall have access during normal

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working hours to the defendants' Lake Union facilities for the purpose of inspecting any operations covered by the terms of this Consent Decree. The right of access provided in this Paragraph is in addition to any other right of access provided by law.

VII

FORCE MAJEURE

If any event occurs which causes delay in the achievement of the requirements of this Consent Decree, defendants shall promptly notify the EPA and Ecology Project Coordinators orally within twenty-four (24) hours and shall, within seven (7) days of such oral notification, notify EPA and the state in writing of the anticipated length and cause of the delay, the measures taken and to be taken by defendants to prevent and minimize the delay, and the timetable by which defendants intend to implement these measures. If defendants demonstrate that the delay or anticipated delay has been or will be caused solely by circumstances beyond their control and despite their due diligence, the time for performance hereunder shall be extended for a period equal to the delay resulting from such circumstances. However, neither increased costs for performance of the terms and conditions of this Decree nor changed economic circumstances may be considered circumstances beyond defendant's control. Defendants' failure to supply the information required above within seven (7) days of the oral notification shall constitute a waiver of such claim.

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The parties, however, recognize that the defendants are subject to orders of the Bankruptcy Court. Accordingly, the unavailability of funds which is caused by an Order of the Bankruptcy Court may be considered a circumstance beyond parties' control. The defendants shall, however, use their best efforts in taking actions or positions before the Bankruptcy Court to assure the availability of funds to complete the work or pay any stipulated penalties required by this Consent Decree.

VITI

MODIFICATION AND DISPUTE RESOLUTION

It is the intent of the parties to resolve any problems which may arise quickly and, if necessary, at the facility. If, as a result of the findings of further investigations or changed circumstances, modification of the Consent Decree is sought by any party, the other parties agree to meet (at the facility, if necessary) and attempt to renegotiate the relevant provisions. If agreement is not reached, any dispute may be submitted by a party to the Court for resolution. Stipulated penalties accruing during the pendency of any court procedure shall be payable within thirty (30) days of the Court's decision unless the defendants prevail.

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COMPLIANCE WITH ALL LAWS

Notwithstanding the provisions of this Consent Decree, defendants shall comply with all applicable Federal and State laws and regulations. EPA and Ecology retain full enforcement authority, including the right to seek penalties for past violations of Federal or State law or regulations.

X

TERMINATION

The provisions of this Consent Decree shall cease when the removal and disposal activities required by Paragraph IV are completed, EPA and Ecology approve the work and the final report, and any accrued penalties have been paid. The defendants shall obtain such approval from EPA and Ecology and submit it to the Court as a precondition to termination of this Consent Decree.

ΧI

CONDITIONAL CONSENT OF THE PARTIES

Pursuant to Department of Justice policy at 28 C.F.R.

§ 50.7, the United States reserves the right to withdraw its
consent to the proposed judgment if public comments indicate that
the proposed judgment is inappropriate, improper, or inadequate.

If the United States withdraws to consent under this paragraph,
the defendants are not bound by any of the provisions of this

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Decree, and the Decree shall not be admissible as evidence against them in any court proceeding whatsoever.

The parties recognize that the Consent Decree is subject to approval by the Bankruptcy Court. The parties shall not be bound by the provisions herein if the Bankruptcy Court disapproves the Consent Decree prior to entry by the Court. Defendants agree to present the proposed Decree to the Bankruptcy Court during the public comment period required by Department of Justice policy at 28 C.F.R. § 50.7.

XII

COVENANT NOT TO SUE

Upon completion of the work specified in Paragraph IV to the satisfaction of EPA and Ecology and the payment of all accrued penalties, the United States and Ecology covenant not to sue defendants for the civil claims alleged in the Complaint.

XIII

RETENTION OF JURISDICTION

This Court shall retain jurisdiction over this matter for the purpose of enabling any party to this Decree to apply to the Court for such orders as may be necessary or appropriate to

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13	COMPANY, INC., AND WFI INDUSTRIES, INC.
14	Tacher Moel
15	RICHARD C. WOECK, President Marine Power and Equipment Company, Inc.
16	and WFI Industries Inc.
17	oly 1
18	DATED and entered this 28 day of January , 1988.
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20	UNITED STATES DISTRICT JUDGE
	ONTID STAGES PISTRICT GODGE
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